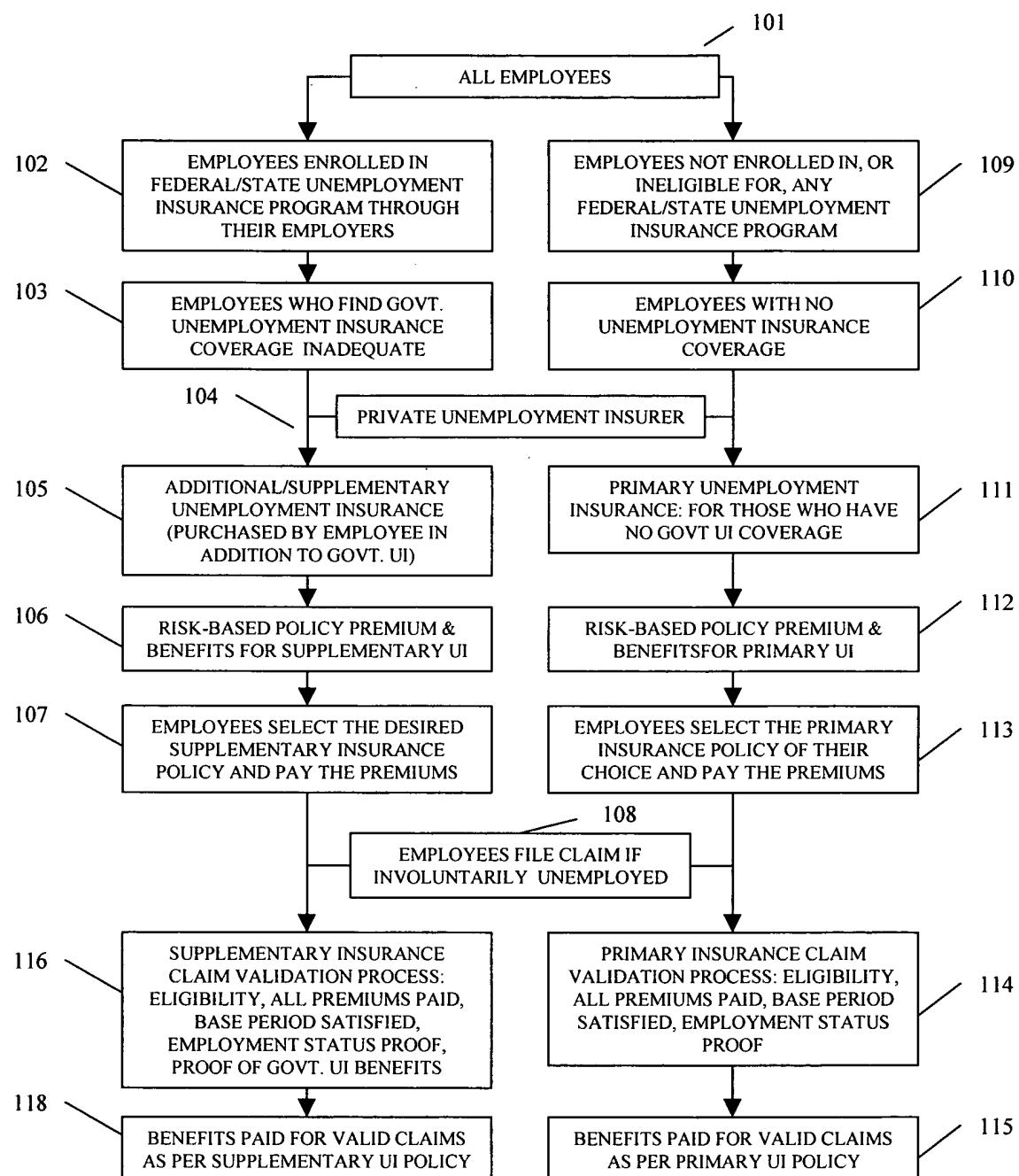
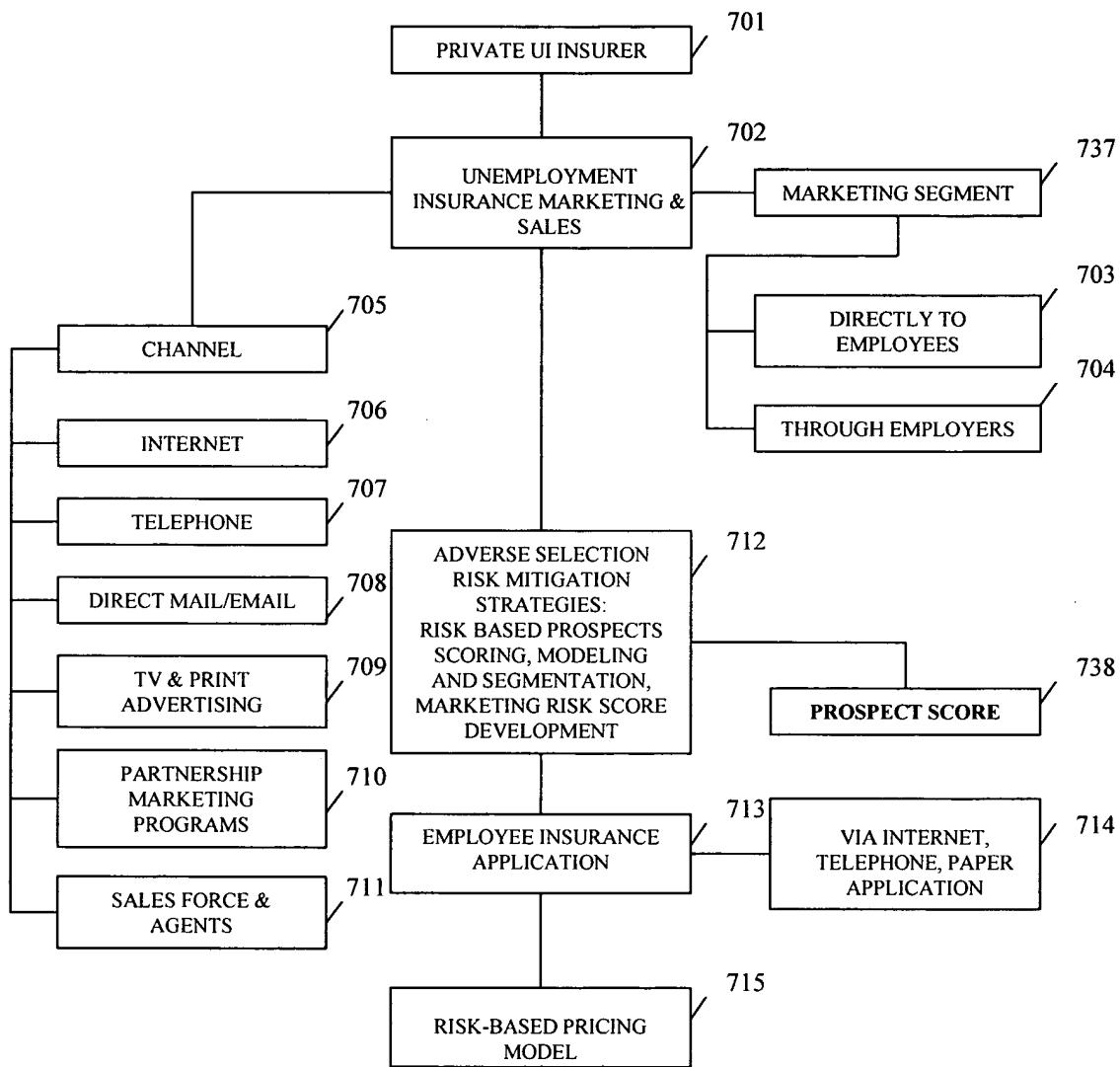


PRIVATE UNEMPLOYMENT INSURANCE: BLOCK DIAGRAM

Figure 1

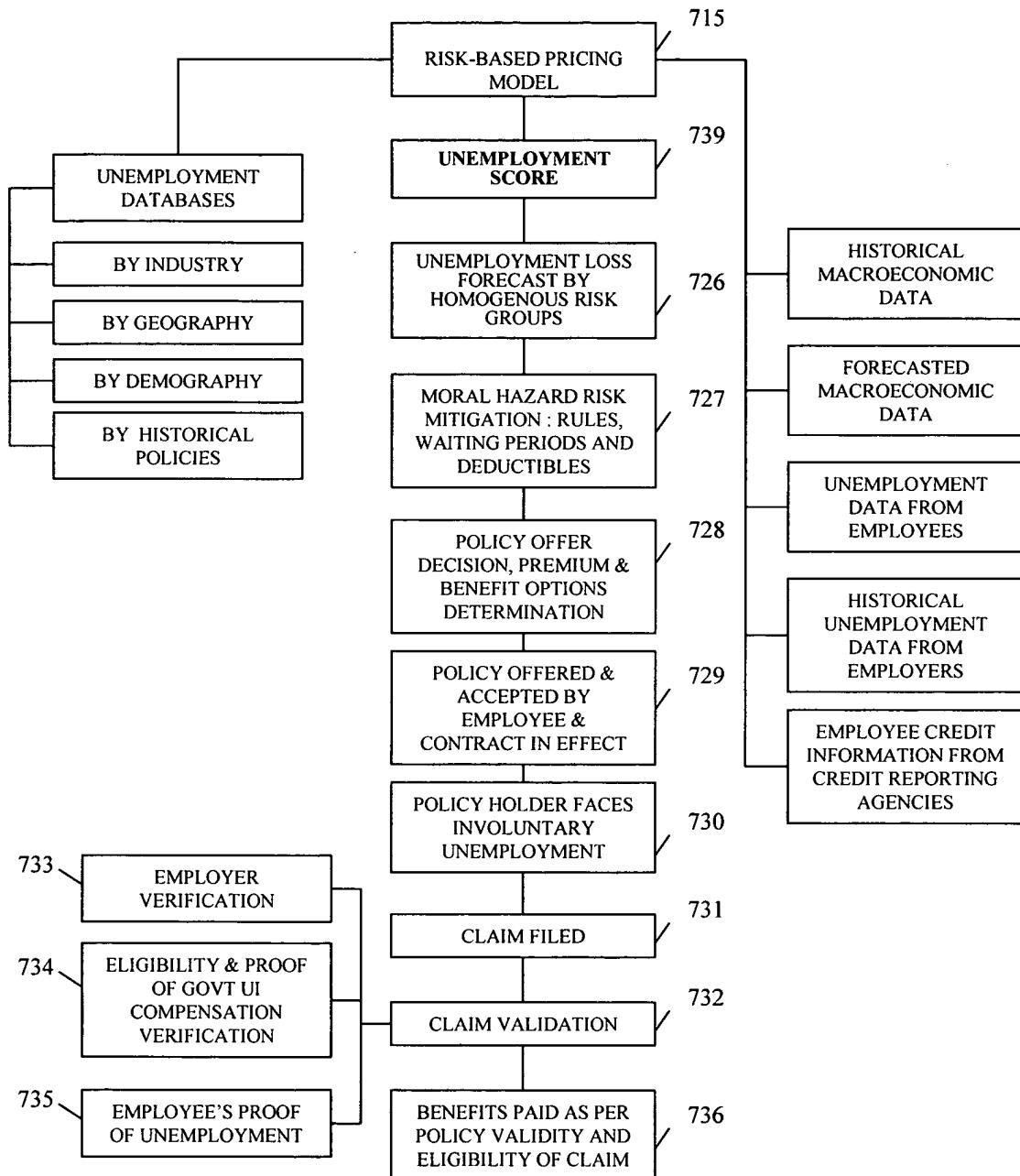


PRIVATE UNEMPLOYMENT INSURANCE: DETAILED MODEL
Figure 2A



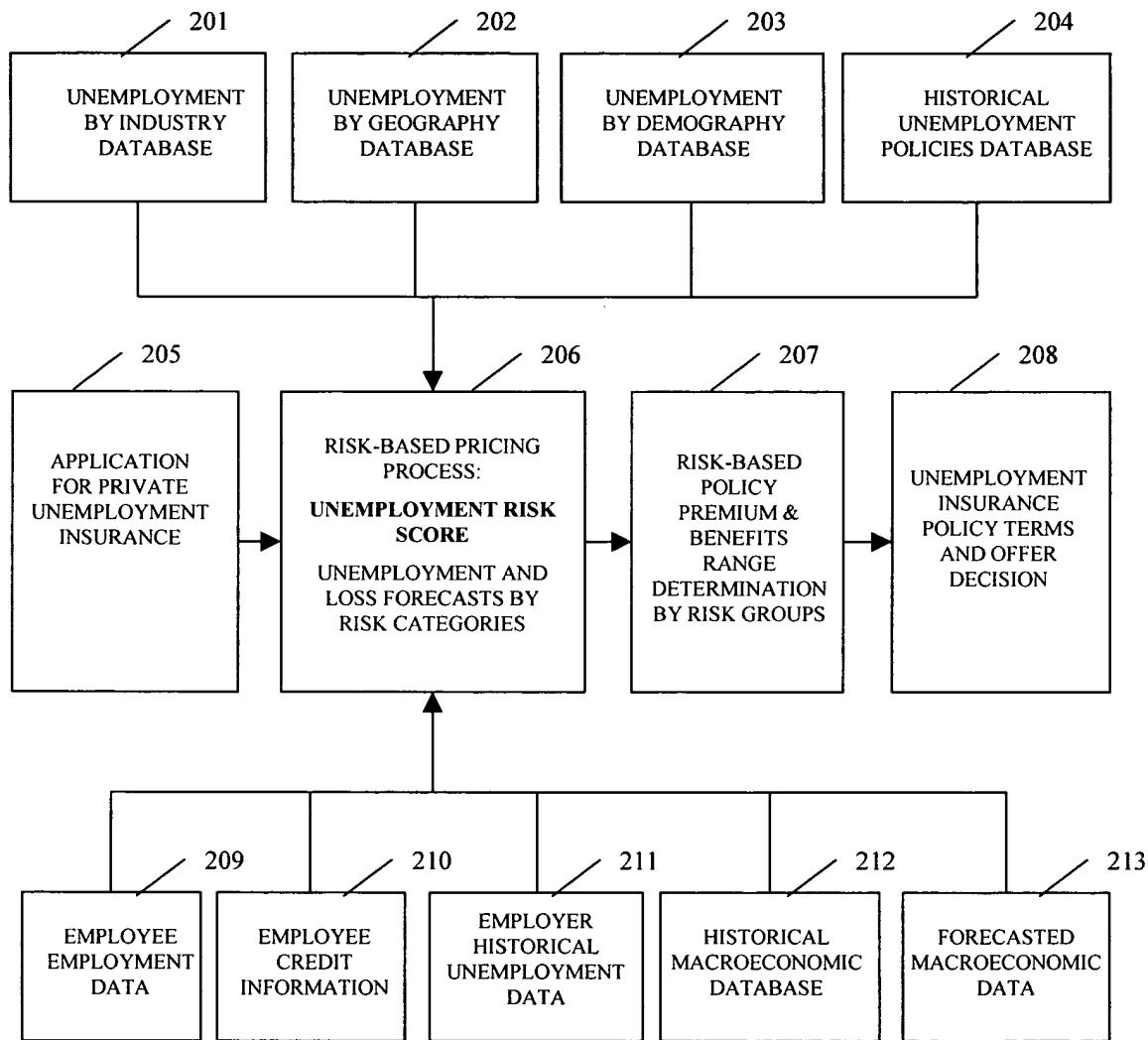
PRIVATE UNEMPLOYMENT INSURANCE: DETAILED MODEL

Figure 2B

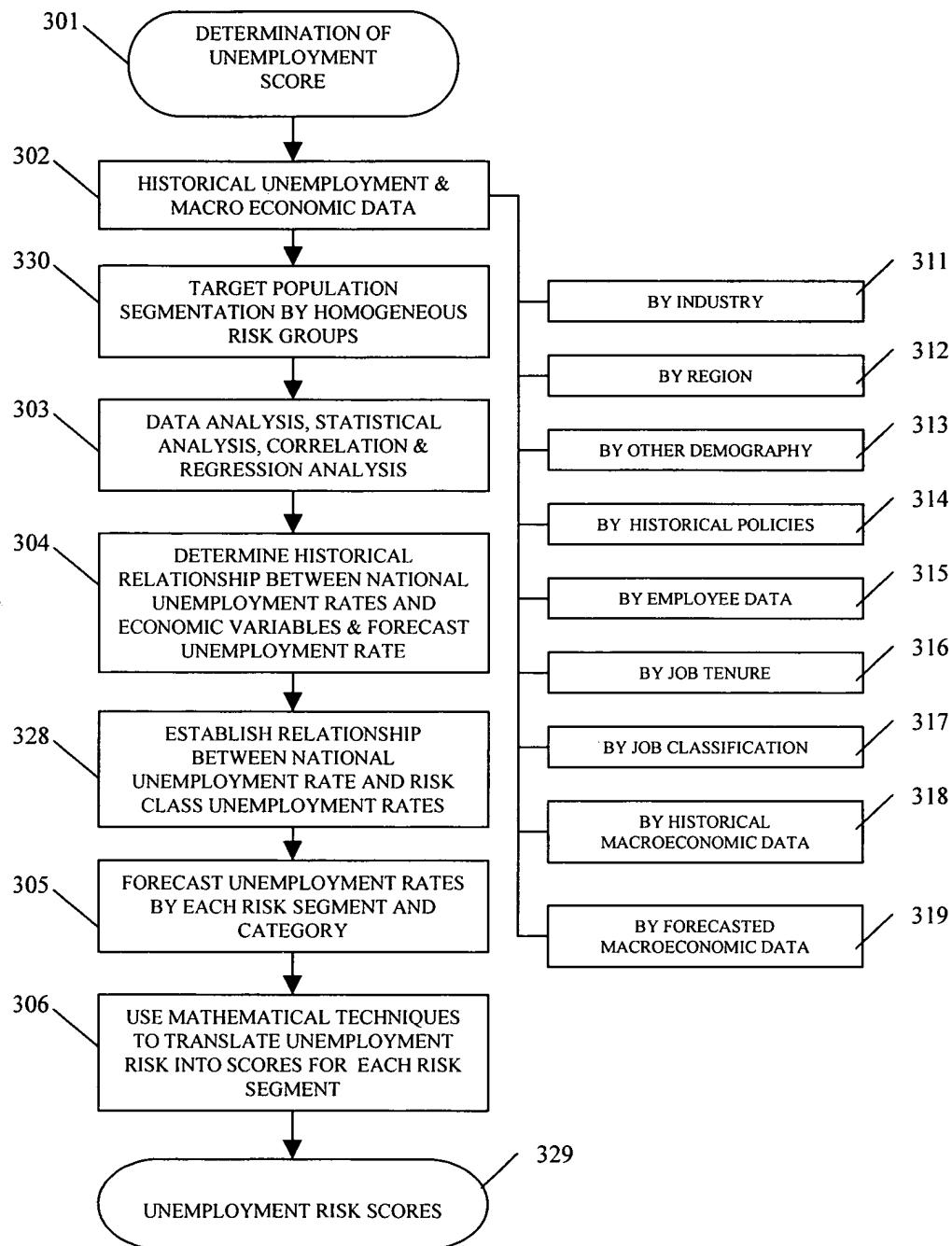


UNEMPLOYMENT SCORE & RISK-BASED PRICING BLOCK DIAGRAM

Figure 3

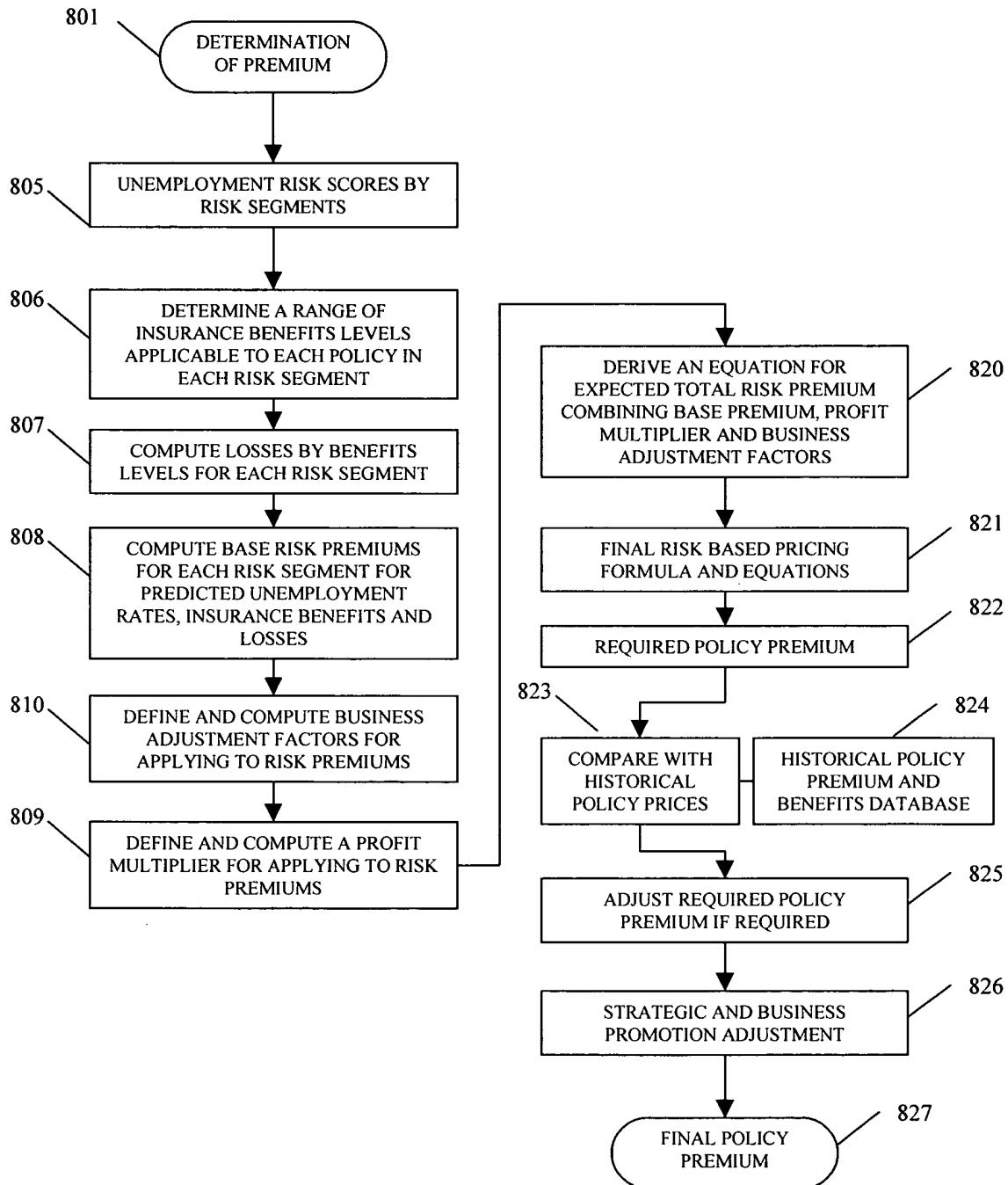


UNEMPLOYMENT RISK SCORE DETERMINATION
Figure 4A



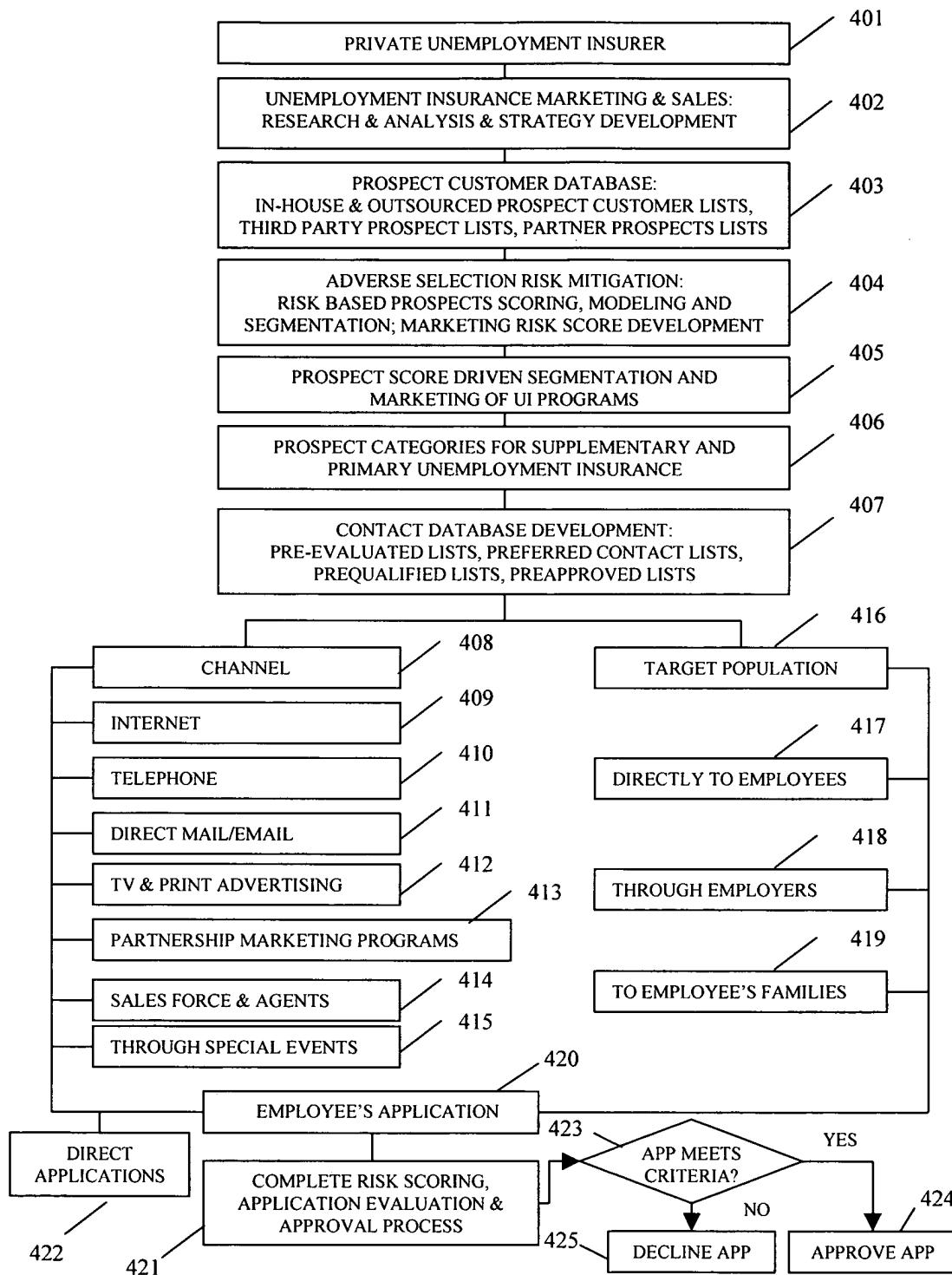
RISK BASED POLICY PRICING & PREMIUM DETERMINATION

Figure 4B



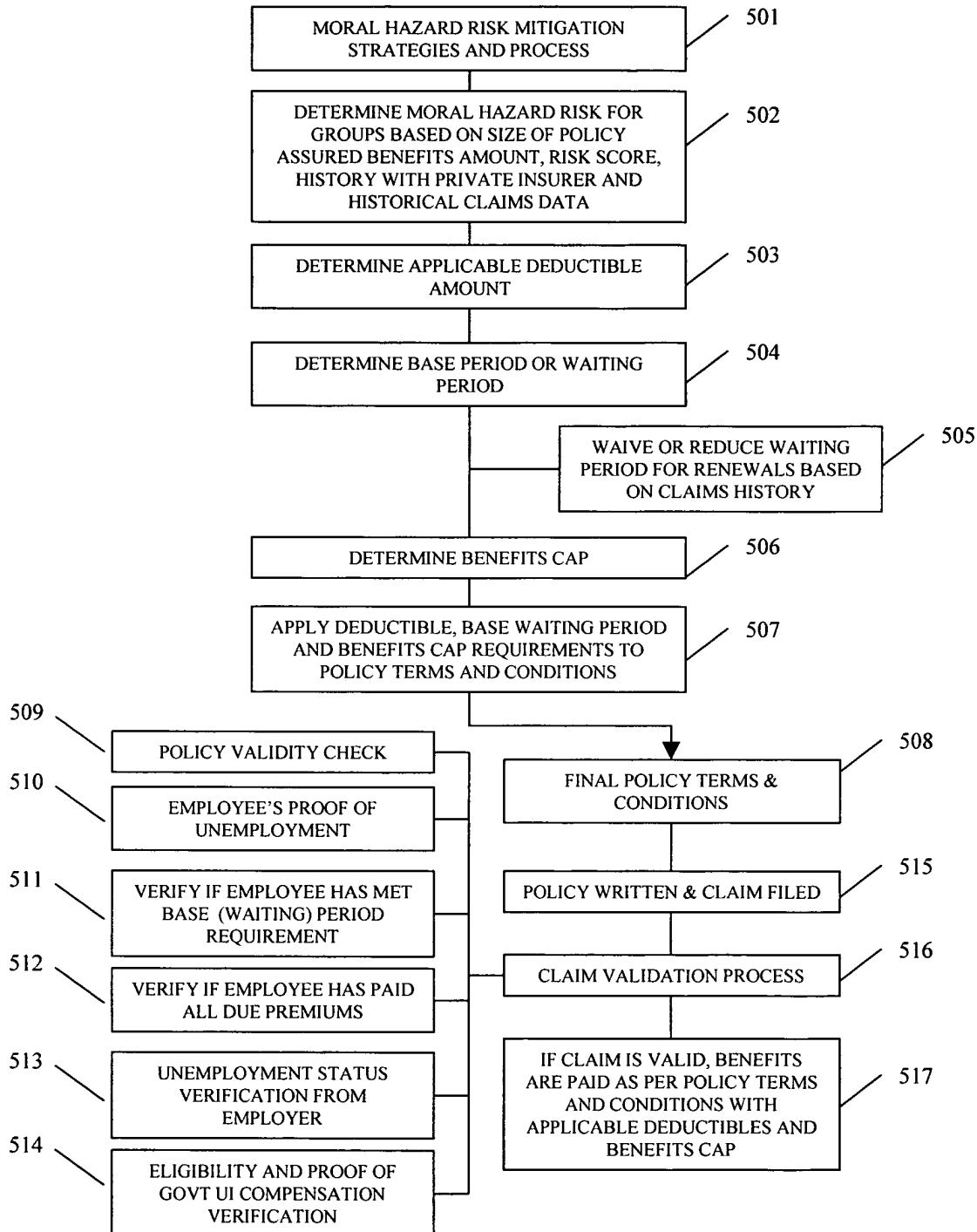
MARKETING AND SALES & ADVERSE SELECTION RISK MITIGATION

Figure 5



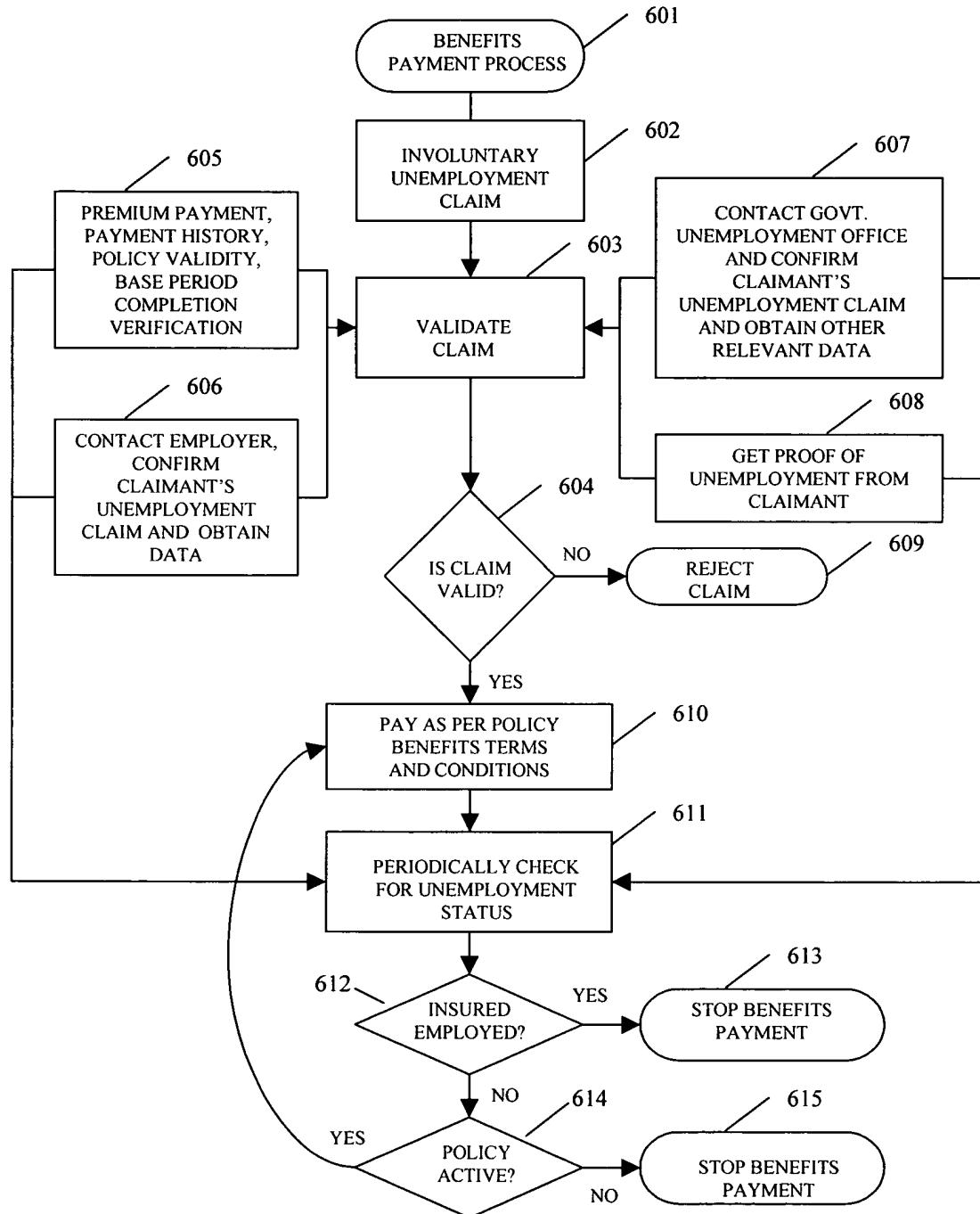
POLICY TERMS AND CONDITIONS DETERMINATION
& MORAL HAZARD RISK MITIGATION

Figure 6

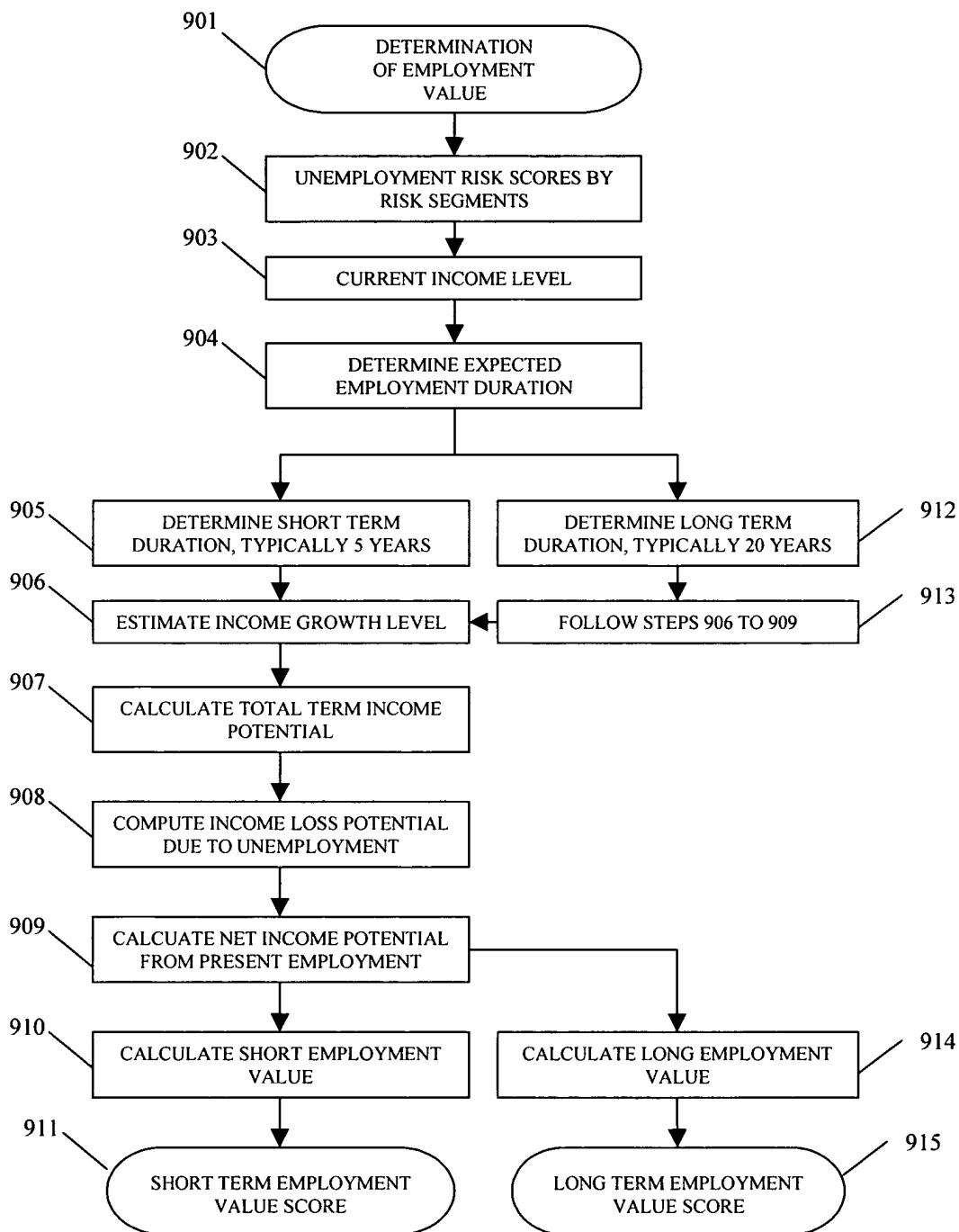


BENEFITS PAYMENT PROCESS

Figure 7



EMPLOYMENT VALUE SCORE DETERMINATION PROCESS
Figure 8



UNEMPLOYMENT INSURANCE RISK-CLASS VARIABLES
Figure 9

Unemployment Risk Class Categories & Variables*

Age**	State
Total, 16 years	GEORGIA
Total16 to 24 years.	GUAM
Total16 to 19 years.	HAWAII
Total16 to 17 years.	IDAHO
Total18 to 19 years.	ILLINOIS
Total20 to 24 years.	INDIANA
Total25 years and ov	IOWA
Total25 to 54 years.	KANSAS
Total55 years and ov	KENTUCKY
Occupation	State
Managerial and professional specialty	LOUISIANA
Technical, sales, and administrative support	MAINE
Precision production, craft, and repair	MARSHALL ISLANDS
Operators, fabricators, and laborers	MARYLAND
Farming, forestry, and fishing	MASSACHUSETTS
Other Occupation	MICHIGAN
Race and Age**	State
White men 20+	MINNESOTA
White women 20+	MISSISSIPPI
Black men 20+	MISSOURI
Black women 20+	MONTANA
Hispanics	NEBRASKA
Other Race	NEVADA
Education	State
Less than a high school diploma	NEW HAMPSHIRE
High school graduates, no college(2)	NEW JERSEY
Less than a bachelor's degree(3)	NEW MEXICO
College graduates	NEW YORK
Industry	State
Construction	NORTH CAROLINA
Manufacturing	NORTH DAKOTA
Wholesale and retail trade	NORTHERN MARIANA ISLANDS
Transportation and utilities	OHIO
Information	OKLAHOMA
Financial activities	OREGON
Professional and business services	PALAU
Education and health services	PENNSYLVANIA
Leisure and hospitality	PUERTO RICO
Agriculture and related private wage and salary workers	RHODE ISLAND
Government workers	SOUTH CAROLINA
Other Industry	SOUTH DAKOTA
Occupation	State
Construction	TENNESSEE
Manufacturing	TEXAS
Wholesale and retail trade	UTAH
Transportation and utilities	VERMONT
Information	VIRGIN ISLANDS
Financial activities	VIRGINIA
Professional and business services	WASHINGTON
Education and health services	WEST VIRGINIA
Leisure and hospitality	WISCONSIN
Agriculture and related private wage and salary workers	WYOMING
Gender & Age	Region
Men16 to 24 years.	Northeast
Men16 to 17 years.	South
Men18 to 19 years.	Midwest
Men20 to 24 years.	West
Men25 years and ov	
Men25 to 54 years.	
Men55 years and ov	
Women16 to 24 years.	
Women16 to 17 years.	
Women18 to 19 years.	
Women20 to 24 years.	
Women25 years and ov	
Women25 to 54 years.	
Women55 years and ov	
State	Subregion
ALABAMA	New England
ALASKA	Middle Atlantic
AMERICAN SAMOA	South Atlantic
ARIZONA	East South Central
ARKANSAS	West South Central
CALIFORNIA	East North Central
COLORADO	West North Central
CONNECTICUT	Mountain
DELAWARE	Pacific
DISTRICT OF COLUMBIA	
FEDERATED STATES OF MICRONESIA	
FLORIDA	

* These model variables for risk class determination are indicative of a preferred embodiment of this invention.

** Used only if legally permitted

UNEMPLOYMENT RATE FORECAST VARIABLES

Figure 10

Unemployment Rate Forecast Variables

CPI (Consumer price index)	Light vehicle sales
PPI (Producer price index)	Personal Income
GDP	Total consumer credit
Prime interest rate	Revolving credit
US Trade balance	Corporate profits
Retail sales	Consumer expenditure
30 Year Mortgage Rate	Personal savings rate
Housing Starts	Industry capacity utilization
Gold Prices	National industrial vacancy rates
Oil Prices	Govt spending
Industrial Prod. Index	S&L spending
M1 Money Supply	Corporate capital spending
Yen to US Dollar	Corporate debt
S&P 500	Personal Disposal Income
Labor force growth	Consumer confidence

UNEMPLOYMENT RISK CATEGORIES & RISK FACTORS

Figure 11

Unemployment Risk Categories

Selected Unemployment Categories

Category 1	Occupation	These 5 categories are selected because they are the most logical reasons for unemployment and their correlation with historical unemployment rates is found to be the highest. Using similar methodology, as shown in this invention, it is easily possible to substitute, include or exclude other categories, such as state, county, metropolitan area, cities, race, marital status, home ownership, etc., as per the business considerations and legal requirements.
Category 2	Education	
Category 3	Industry	
Category 4	Age & Sex	
Category 5	Region	

Unemployment Rate by Category Variables

Occupation	UE rate*	Education	UE rate	Industry	UE Rate	Age & Sex	UE rate	Region	UE rate
Managerial	3.1%	Below hi school	9.2%	Mining	5.4%	M; 16-24	12.7%	Northeast	5.3%
Sales Service	5.2%	High school	5.2%	Construction	8.5%	M;25+	5.1%	New Eng	4.5%
Skilled	6.4%	Below bachelor's	4.7%	Manufacturing	6.3%	F; 16-24	11.6%	Mid Atl	5.6%
Semi-skilled	8.8%	College	2.9%	Wholesale Retail	6.2%	F;25+	4.4%	South	5.2%
Farming	7.4%			Trnsprt Utilities	4.2%			S Atl	4.9%
Other	6.0%			Information	6.6%			E S Central	5.1%
				Financial	3.7%			W S Central	5.7%
				Prof svcs	8.2%			Midwest	4.9%
				Edu Hlth svcs	2.8%			E N Central	5.4%
				Leisure and hosp	8.9%			W N Central	4.0%
				Agri	11.1%			West	6.1%
				Govt	2.3%			Mountain	5.2%
				Other	6.0%			Pacific	6.4%

US National Average for Unemployment Rate **6.00%**

Unemployment Risk Factors by Category Variables

Occupation	Risk Factor	Education	Risk Factor	Industry	Risk Factor	Age & Sex	Risk Factor	Region	Risk Factor
Managerial	0.52	Below hi school	1.53	Mining	0.90	M; 16-24	2.12	Northeast	0.88
Sales Service	0.87	High school	0.87	Construction	1.42	M;25+	0.85	New Eng	0.75
Skilled	1.07	Below bachelor's	0.78	Manufacturing	1.05	F; 16-24	1.93	Mid Atl	0.93
Semi-skilled	1.47	College	0.48	Wholesale Retail	1.03	F;25+	0.73	South	0.87
Farming	1.23			Trnsprt Utilities	0.70			S Atl	0.82
Other	1.00			Information	1.10			E S Central	0.85
				Financial	0.62			W S Central	0.95
				Prof svcs	1.37			Midwest	0.82
				Edu Hlth svcs	0.47			E N Central	0.90
				Leisure and hosp	1.48			W N Central	0.67
				Agri	1.85			West	1.02
				Govt	0.38			Mountain	0.87
				Other	1.00			Pacific	1.07

US National Average for Unemployment Risk Factors **1.00**

Note: All data used here is for indicative purposes only and may not be factual.

UE Rate = Unemployment Rate (%)

Unemployment Risk Factor values are computed by dividing risk variable's individual UE Rate with National UE rate.

UNEMPLOYMENT FORECAST FOR INDIVIDUAL RISK CLASSES
Figure 12

Unemployment Risk & Rate Estimation by Homogenous Risk Classes

4 CLASS VARIABLES AND RISK FACTORS

Occupation	Risk Factor	Education	Risk Factor	Industry	Risk Factor	Region	Risk Factor
Managerial	0.52	Below hi school	1.53	Mining	0.90	Northeast	0.88
Sales Service	0.87	High school	0.87	Construction	1.42	New Eng	0.75
Skilled	1.07	Below bachelor's	0.78	Manufacturing	1.05	Mid Atl	0.93
Semi-skilled	1.47	College	0.48	Wholesale Retail	1.03	South	0.87
Farming	1.23			Tmsprt Utilities	0.70	S Atl	0.82
Other	1.00			Information	1.10	E S Central	0.85
				Financial	0.62	W S Central	0.95
				Prof svcs	1.37	Midwest	0.82
				Edu Hlth svcs	0.47	E N Central	0.90
				Leisure and hosp	1.48	W N Central	0.67
				Agri	1.85	West	1.02
				Govt	0.38	Mountain	0.87
				Other	1.00	Pacific	1.07

VARIABLES PER CATEGORY

OCCUPATION	6	EDUCATION	4	INDUSTRY	13	REGION	13
Total number of classes		4,056				Total US labor force is divided into 4,056 homogenous groups where each class consists of	4,056
Total US labor force		145,000,000				35,750 workers who share similar attributes and form a homogenous group.	
Avg class size		35,750					

RISK FACTORS BY CLASS VARIABLES FOR EACH CATEGORY

Each homogenous unemployment insurance class is selected by choosing one applicable variable from each category.

For example, all workers over 25 years with high school education in a semi-skilled job in the construction industry in Midwest would form one class. So, unemployment risk factors for this specific class would be as follows:

Unemployment Forecast by selected Risk Classes

Risk factors for variables for example 1

Semi-skilled	1.47	High school	0.87	Construction	1.42	Midwest	0.82
--------------	------	-------------	------	--------------	------	---------	------

Class Example 1:

Class categories (OCCUPATION) (EDUCATION) (INDUSTRY) (REGION)

Class selection (Semi-skilled) (High school) (Construction) (Midwest)

Selected Class Risk Factor 1.47

Selected Class UR 8.80%

Class Example 2:

(OCCUPATION) (EDUCATION) (INDUSTRY) (REGION)

(Managerial) (College) (Financial) (Northeast)

Selected Class Risk Factor 0.88

Selected Class UR 5.30%

Class Example 3:

(OCCUPATION) (EDUCATION) (INDUSTRY) (REGION)

(Farming) (Below hi school) (Agri) (Pacific)

Selected Class Risk Factor 1.85

Selected Class UR 11.10%

As can be seen from above examples, unemployment risk and unemployment rate estimates can be calculated for all 35,750 groups. Essentially, each worker in the labor force would belong to one of these 35,750 classes for which this invention allows a risk factor to be forecasted which in turn forecasts unemployment rate.

Note: All data used here is for indicative purposes only and may not be factual.

UNEMPLOYMENT FORECAST FOR INDIVIDUAL RISK CLASSES
Figure 13

Unemployment Risk & Rate Estimation by Homogenous Risk Classes

5 CLASS CATEGORIES & ITS VARIABLES

Occupation	Risk Factor	Education	Risk Factor	Industry	Risk Factor	Age & Sex	Risk Factor	Region	Risk Factor
Managerial	0.52	Below hi school	1.53	Mining	0.90	M; 16-24	2.12	Northeast	0.88
Sales Service	0.87	High school	0.87	Construction	1.42	M;25+	0.85	New Eng	0.75
Skilled	1.07	Below bachelor's	0.78	Manufacturing	1.05	F; 16-24	1.93	Mid Atl	0.93
Semi-skilled	1.47	College	0.48	Wholesale Retail	1.03	F;25+	0.73	South	0.87
Farming	1.23			Trnsprt Utilities	0.70			S Atl	0.82
Other	1.00			Information	1.10			E S Central	0.85
				Financial	0.62			W S Central	0.95
				Prof svcs	1.37			Midwest	0.82
				Edu Hlth svcs	0.47			E N Central	0.90
				Leisure and hosp	1.48			W N Central	0.67
				Agri	1.85			West	1.02
				Govt	0.38			Mountain	0.87
				Other	1.00			Pacific	1.07

VARIABLES PER CATEGORY

OCCUPATION	6	EDUCATION	4	INDUSTRY	13	AGE & SEX	4	REGION	13
------------	---	-----------	---	----------	----	-----------	---	--------	----

Total number of classes	16,224
Total US labor force	145,000,000
Avg class size	8,937

Total US labor force is divided into 16,224 homogenous groups where each class consists of 8,937 workers who share similar attributes and form a homogenous group.

RISK FACTORS BY CLASS VARIABLES FOR EACH CATEGORY

Each homogenous unemployment insurance class is selected by choosing one applicable variable from each category.

For example, all workers over 25 years with high school education in a semi-skilled job in the construction industry in Midwest would form one class. So, unemployment risk factors for this specific class would be as follows:

Class Example 1: Risk classes and its associated risk factor

Semi-skilled	1.47	High school	0.87	Construction	1.42	M;25+	0.85	Midwest	0.82
--------------	------	-------------	------	--------------	------	-------	------	---------	------

Class Example 1:

Class categories	(OCCUPATION) (EDUCATION) (INDUSTRY) (AGE & SEX) (REGION)
Class selection	(Semi-skilled) (High school) (Construction) (M;25+) (Midwest)
Selected Class Risk Factor	1.08
Selected Class UR	6.50%

Class Example 2:

Class categories	(OCCUPATION) (EDUCATION) (INDUSTRY) (AGE & SEX) (REGION)
Class selection	(Managerial) (College) (Financial) (M;25+) (Northeast)
Selected Class Risk Factor	0.67
Selected Class UR	4.02%

Class Example 3:

Class categories	(OCCUPATION) (EDUCATION) (INDUSTRY) (AGE & SEX) (REGION)
Class selection	(Farming) (Below hi school) (Agri) (M; 16-24) (Pacific)
Selected Class Risk Factor	1.56
Selected Class UR	9.36%

As can be seen from above examples, unemployment risk and unemployment rate estimates can be calculated for all 16,244 groups. Essentially, each worker in the labor force would belong to one of these 16,244 classes for which this invention allows a risk to be assigned and unemployment rate forecast possible. This invention allows the private unemployment insurer to vary the class definition, size and number to achieve a desired optimum class grouping suited to business needs, legal requirements, market opportunity and data availability.

Note: All data used here is for indicative purposes only and may not be factual.

UNEMPLOYMENT FORECAST FOR INDIVIDUAL RISK CLASSES

Figure 14

CLASS RISK FACTOR AND UNEMPLOYMENT RATE																							
Selection of Unemployment Categories and Variables within each Category																							
CATEGORY 1 Occupation <input type="button" value="Select One"/> Managerial Sales/Service Skilled Semi-skilled Farming Other	CATEGORY 2 Education <input type="button" value="Select One"/> Below hi school High school Below bachelor's College	CATEGORY 3 Industry <input type="button" value="Select One"/> Mining Construction Manufacturing Wholesale/Retail Transp/Utilities Information Financial Prof. Svcs Edu/Hlth Svcs Leisure and hosp Agri Govt Other																					
Category Variable selected Variable Risk Factor Farming 1.23	Category Variable selected Variable Risk Factor Below hi school 1.53	Category Variable selected Variable Risk Factor Agri 1.85																					
CATEGORY 4 Age & Sex <input type="button" value="Select One"/> M: 16-24 M: 25+ F: 16-24 F: 25+	CATEGORY 5 State <input type="button" value="Select One"/> AL IL MT RI AK IN NE SC AZ IA NV SD AR KS NH TN CA KY NJ TX CO LA NM UT CT ME NY VT DE MD NC VA DC MA ND WA FL MI OH WV GA MN OK WI HI MS OR WY ID MO PA	CATEGORY 6 Region <input type="button" value="Select One"/> Northeast New Eng Mid Atl South S Atl E S Central W S Central Midwest E N Central W N Central West Mountain Pacific																					
Category Variable selected Variable Risk Factor M: 16-24 2.12	Category Variable selected Variable Risk Factor CA 0.92	Category Variable selected Variable Risk Factor Pacific 1.07																					
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 33.33%;">Risk Category</th> <th style="width: 33.33%;">Description</th> <th style="width: 33.33%;">Risk Factor</th> </tr> </thead> <tbody> <tr> <td>CATEGORY 1</td> <td>Farming</td> <td>1.23</td> </tr> <tr> <td>CATEGORY 2</td> <td>Below hi school</td> <td>1.53</td> </tr> <tr> <td>CATEGORY 3</td> <td>Agri</td> <td>1.85</td> </tr> <tr> <td>CATEGORY 4</td> <td>M: 16-24</td> <td>2.12</td> </tr> <tr> <td>CATEGORY 5</td> <td>CA</td> <td>0.92</td> </tr> <tr> <td>CATEGORY 6</td> <td>Pacific</td> <td>1.07</td> </tr> </tbody> </table>			Risk Category	Description	Risk Factor	CATEGORY 1	Farming	1.23	CATEGORY 2	Below hi school	1.53	CATEGORY 3	Agri	1.85	CATEGORY 4	M: 16-24	2.12	CATEGORY 5	CA	0.92	CATEGORY 6	Pacific	1.07
Risk Category	Description	Risk Factor																					
CATEGORY 1	Farming	1.23																					
CATEGORY 2	Below hi school	1.53																					
CATEGORY 3	Agri	1.85																					
CATEGORY 4	M: 16-24	2.12																					
CATEGORY 5	CA	0.92																					
CATEGORY 6	Pacific	1.07																					
CALCULATION OF RISK FACTOR FOR UNIQUE RISK CLASS AND UNEMPLOYMENT RATE																							
CLASS RISK FACTOR (CrF)x = $f\{[(Rcat1)i], [(Rcat2)j], [(Rcat3)k], [(Rcat4)l], \dots, [(Rcatn)v]\}$ <i>(Where {R(catn)v} is Risk Factor for Risk Variable 'v' belonging to Risk Category 'n')</i>																							
RISK CLASS RISK FACTOR (CrF)x= $\left\{ \frac{\sum \{([(Rcat1)i] + [(Rcat2)j] + [(Rcat3)k] + [(Rcat4)l] + [(Rcat5)m] + [(Rcat6)n]\}}{\sum (\text{NUMBER OF CATEGORIES})} \right\}$																							
In this example, selected class risk factor is: 1.45																							
$((\text{RISK CLASS})_{\text{farming, bel high sch, Agri, M:16-24, CA, Pacific}}) \text{ UR} = \frac{((\text{CLASS RISK FACTOR}) * (\text{NATIONAL UR}))}{(\text{CLASS RISK FACTOR})}$																							
We know that national UR is = 6.00%																							
Therefore, our risk class UR is = 8.72% <i>(Indicates that selected Risk Class will have a 45% higher unemployment risk as compared to national average)</i>																							

UNEMPLOYMENT RISK SCORES

Figure 15

Unemployment Risk Scores

Based on selected risk classes

All figures are for illustration of a method of computing unemployment risk scores and are not actuals.
Other similar techniques constitute part of this invention.

Unemployment Rate Assumptions:

National unemployment rate	6.0%
Maximum unemployment rate among all risk variables	9.0%
Minimum unemployment rate among all risk variables	3.0%

Further assumptions:

Unemployment rates above 9% would be treated as 9%
Unemployment rates below 3% would be treated as 3%

Conversion scale for converting forecasted unemployment risk factors into unemployment scores

Risk Class Unemployment rate	Risk Class Unemployment Score
2.0%	900
2.5%	900
3.0%	900
3.5%	850
4.0%	800
4.5%	750
5.0%	700
5.5%	650
6.0%	600
6.5%	550
7.0%	500
7.5%	450
8.0%	400
8.5%	350
9.0%	300
9.5%	300
10.0%	300
10.5%	300
11.0%	300
11.5%	300
12.0%	300

Note: Higher unemployment score indicates lower unemployment risk.

SHORT TERM & LONG TERM EMPLOYMENT VALUE SCORES

Figure 16

Employment Value Score

Following is to illustrate the concept and data may not be factual.

Employment profile

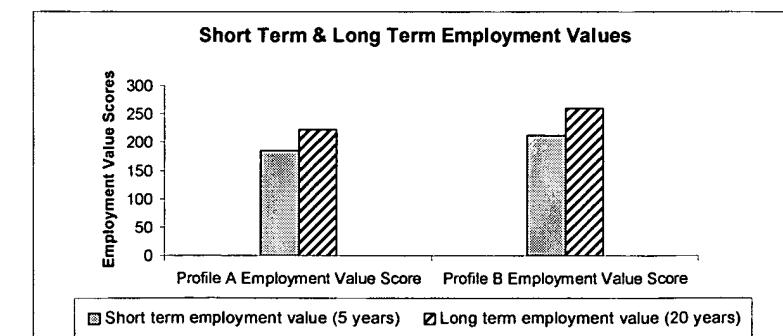
Risk Item/Data	Employment profile A	Short term employment value (5 years)	Long term employment value (20 years)
OCCUPATION	Farming		
EDUCATION	Below hi school		
INDUSTRY	Agri		
AGE & SEX	M; 16-24		
REGION	Pacific		
Unemployment or employment security score	300		
Current income level	\$30,000		
Expected income growth rate per annum		2.00%	2.20%
Total income potential		\$159,244	\$759,975
Income risk due to unemployment risk		\$19,675	\$93,896
Expected years of similar employment		5	20
Total employment value		\$139,569	\$666,079
Profile A Employment Value Score		186	222

New employment profile

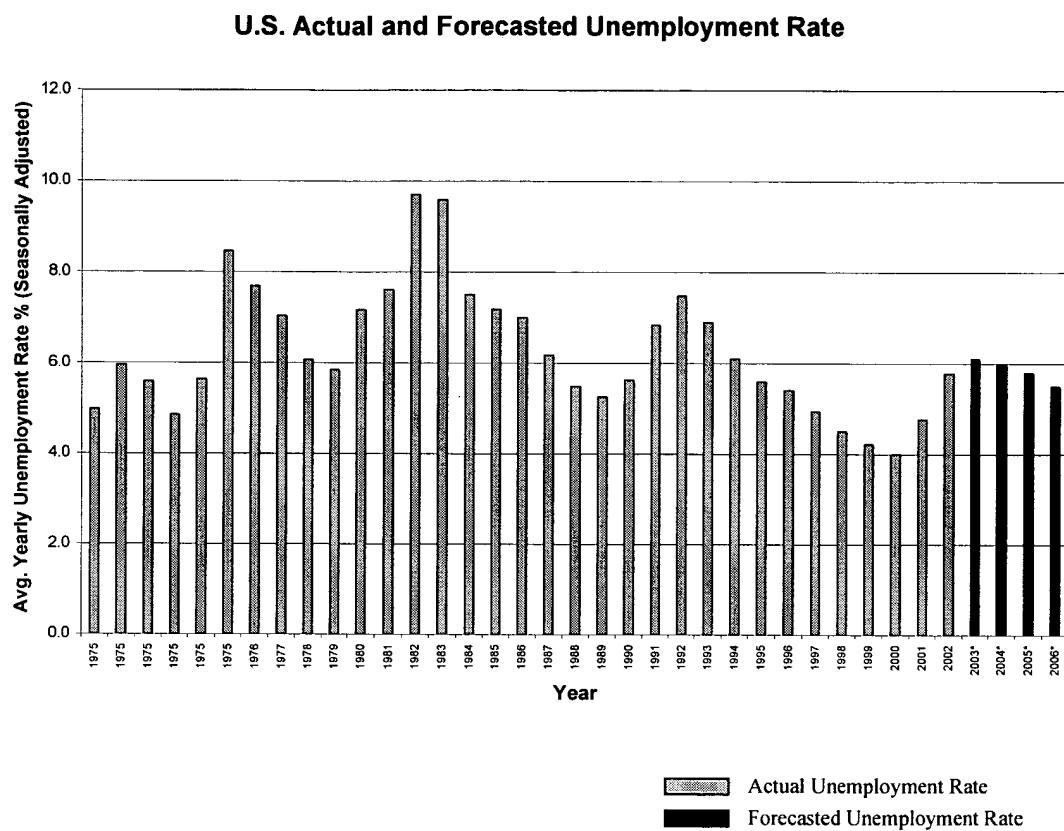
Risk Item/Data	Employment profile B	Short term employment value (5 years)	Long term employment value (20 years)
OCCUPATION	Skilled		
EDUCATION	Below hi school		
INDUSTRY	Mining		
AGE & SEX	M; 16-24		
REGION	Pacific		
Unemployment or employment security score	400		
Current income level	\$34,000		
Expected income growth rate per annum		2.20%	2.50%
Total income potential		\$181,555	\$890,231
Income risk due to unemployment risk		\$22,431	\$109,990
Expected years of similar employment		5	20
Total employment value		\$159,123	\$780,241
Profile B Employment Value Score		212	260

New profile with changes in industry and occupation results in an increase (decrease) in income potential of:

14.0%	17.1%
--------------	--------------

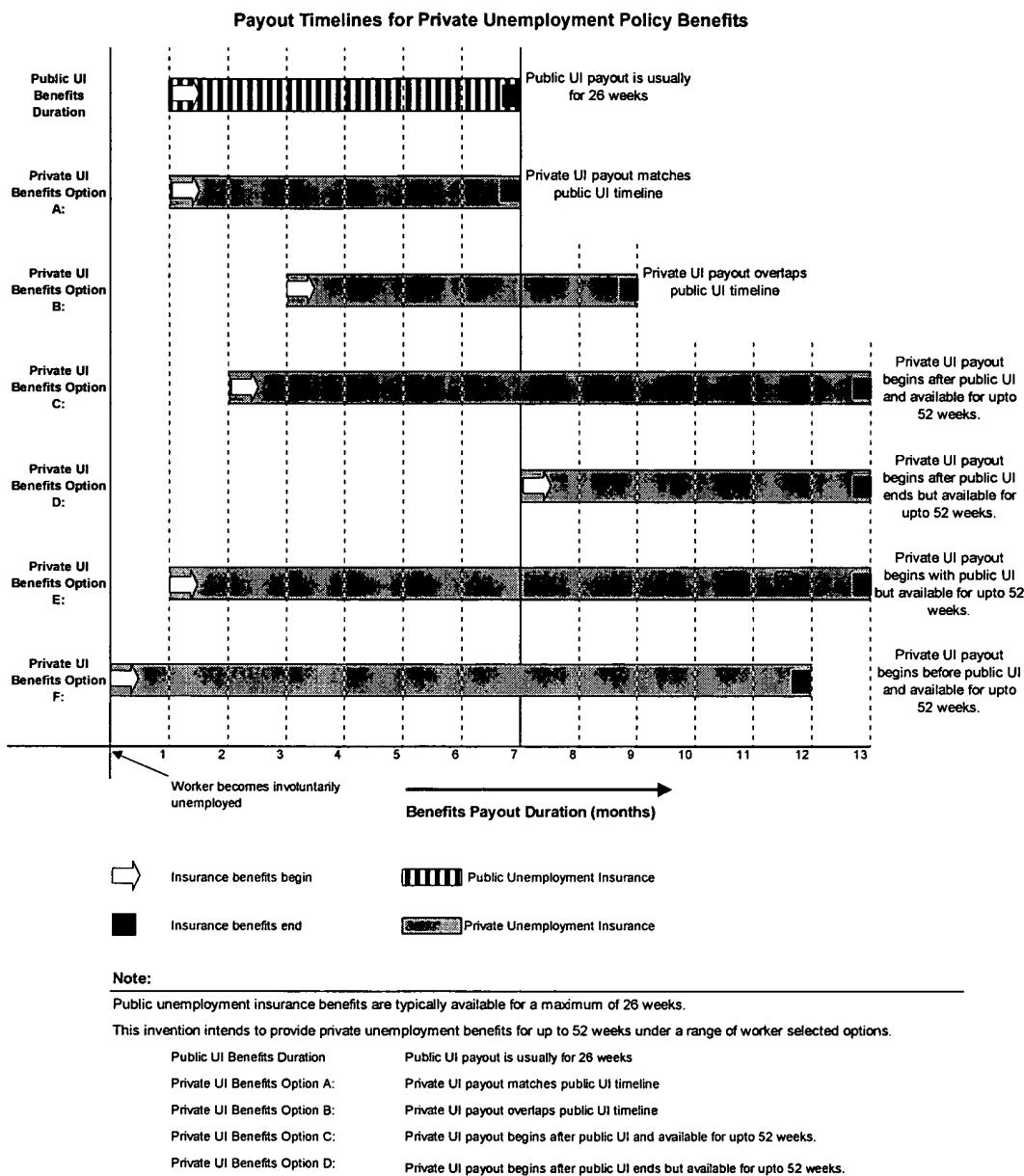


UNEMPLOYMENT RATE ACTUALS & FORECAST
Figure 17



PRIVATE UNEMPLOYMENT POLICY BENEFITS TIMELINES

Figure 18



PREMIUM CALCULATION METHODOLOGY

Figure 19

CLASS POLICY PREMIUM CALCULATION

For employees belonging to a risk class which has an unemployment risk score of 550 and where average insurance claim is \$1,000.00 per month for 6 months.

PREMIUM INFLUENCING FACTORS	Policy Premium per Month
BASE EXPECTED UNEMPLOYMENT RATE	6.00%
SELECTED CLASS UNEMPLOYMENT RISK SCORE	550
SELECTED CLASS EXPECTED UNEMPLOYMENT RATE	6.50%
ADJUSTMENT FOR ADVERSE SELECTION RISK	1.08
BASE LOSS RATE	7.02%
AVERAGE BENEFITS PAYOUT (@ \$1000 P.M. FOR 6 MONTHS)	\$6,000
BASE PREMIUM	\$35.10
BUSINESS OPERATIONS ADJUSTMENT FACTOR	1.225
PROFIT MULTIPLIER	1.08
TOTAL POLICY PREMIUM	\$46.44
HISTORICAL PREMIUM COMPARISON ADJUSTMENT	0.95
SPECIAL PROMOTIONAL ADJUSTMENT	0.98
FINAL POLICY PREMIUM	\$43.23

BASE POLICY PREMIUM CALCULATION

Figure 20

Monthly Base Policy Premium
Calculated for Various Compensation Amounts and Durations.

Months of Unemployment Compensation Desired <i>(For policy coverage period of 1 year, compensation only if unemployed)</i>					
	3	6	9	12	
\$ 500	\$ 7.50	\$ 15.00	\$ 22.50	\$ 30.00	Desired Compensation Amount p.m.
\$ 750	\$ 11.25	\$ 22.50	\$ 33.75	\$ 45.00	
\$ 1,000	\$ 15.00	\$ 30.00	\$ 45.00	\$ 60.00	
\$ 1,250	\$ 18.75	\$ 37.50	\$ 56.25	\$ 75.00	
\$ 1,500	\$ 22.50	\$ 45.00	\$ 67.50	\$ 90.00	
\$ 1,750	\$ 26.25	\$ 52.50	\$ 78.75	\$ 105.00	
\$ 2,000	\$ 30.00	\$ 60.00	\$ 90.00	\$ 120.00	
\$ 2,250	\$ 33.75	\$ 67.50	\$ 101.25	\$ 135.00	
\$ 2,500	\$ 37.50	\$ 75.00	\$ 112.50	\$ 150.00	
\$ 2,750	\$ 41.25	\$ 82.50	\$ 123.75	\$ 165.00	
\$ 3,000	\$ 45.00	\$ 90.00	\$ 135.00	\$ 180.00	

Note: Above base unemployment policy premium calculation is for illustration only.
A claim rate of 6% is assumed for this example.
Actual premium calculation would also depend on expected unemployment duration

Explanation:

From the above table it can be seen that if a worker chooses to receive unemployment compensation payment of \$1000 per month for a maximum duration of 6 months, payable in case of involuntary unemployment anytime during the policy coverage period of 1 year, then his/her base policy premium would be \$30 p.m. However, if the individual opts for lower compensation amount of \$750 p.m. for 3 months then the base policy premium reduces to just \$11.25 per month.
